



GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Animal Husbandry Department – Project proposal for “Modernization of Animal Vaccine Production and Disease Diagnostic Units in Andhra Pradesh”– Third revised administrative approval with a total outlay of Rs.2259.28 lakhs – Accorded - Orders-Issued.

ANIMAL HUSBANDRY, DAIRY DEVELOPMENT & FISHERIES (AH.III) DEPARTMENT

G.O. Ms. No. **46**

Dated **12th** June, 2008,
Read the following:-

- a. G.O.Ms.No.42, Animal Husbandry Dairy Development & Fisheries (AH.III) Department Dated 17th August 2005.
- b. From the Director of Animal Husbandry Letter Roc.No.8848/FII/F6/2004, dated 14.11.2006.
- c. G.O.Ms.No.98, Animal Husbandry Dairy Development & Fisheries (AH.III) Department Dated 5th December 2006.
- d. From the Director of Animal Husbandry Letter Roc.No.8848/FII/F6/2004, dated 3.01.2008.
- e. G.O.Ms.No.07, Animal Husbandry Dairy Development & Fisheries (AH.III) Department Dated 5th February, S 2008.
- f. From the Director of Animal Husbandry, Letters No.8848/FII/F6/2004, dated 13.5.2008 and 27.5.2008.

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ORDER :

In the reference first read above, Government has accorded administrative approval for the Project “Modernization of Animal Vaccine Production and Disease Diagnostic Units in Andhra Pradesh” with an outlay of Rs.1155.09 lakhs. This includes a loan of Rs.1091.12 lakhs sanctioned by NABARD and Rs.135.97 lakhs as the contribution of the State Government.

2 In the reference second read above, the Director of Animal Husbandry has reported that Government has accorded permission to hand over the said project to Andhra Pradesh State Agro Industries Development Corporation Limited (APAGROS) for execution of the Project on turnkey basis, since the Animal Husbandry Department do not have proper technical know how to handle such Projects. The A.P. State Agro Industries Development Corporation has thoroughly analyzed the Project Report submitted to NABARD in respect of Veterinary Biological Research Institute, Hyderabad and noticed that certain pre-requisites for General Manufacturing Practices (GMP) have not been included in the estimates and informed that unless they are rectified, it may not conform General Manufacturing Practices standards. The Drug Authorities have also indicated that it is mandatory for all the manufacturers and pharmaceuticals to comply the provisions of Schedule M under Drugs and Cosmetics Act, 1942. Taking the above suggestions and recommendations into consideration, the Director of Animal Husbandry has requested the Government to accord revised administrative approval to the Project “Modernization of Animal Vaccine Production and Disease Diagnostic Units in Andhra Pradesh” with an outlay of Rs.1896.85 lakhs. After examination of the matter, in the reference third above, Government have accorded revised administrative sanction, as detailed below, subject to the condition that the difference of Rs.741.76 shall be met from the funds released by Government of India during 2005-06 and 2006-07 under Assistance to States for Control of Animal Diseases (ASCAD) and that no funds will be sanctioned either by the Government or by NABARD:

(Rs. In lakhs)

Sl. No.	ITEM	Outlay sanctioned under RIDF-X	Revised outlay	Difference
1	Veterinary Biological Research Institute(VBRI), Hyderabad	395.90	1137.66	741.76
2	V.B.R.I., Samarlakot	522.59	522.59	0
3	Standardization Division, Biological Products, Rajendranagar	56.64	56.64	0
4	Vaccine Testing Unit, Kakinada	67.76	67.76	0
5	Animal Health centers, Cold Chain facilities	53.68	53.68	0
6	Divisional Offices (Cold chain) facilities	58.52	58.52	0
	Total	1155.09	1896.85	741.76

P.T.O.

3. The Director of Animal Husbandry in the reference fourth cited has reported that during the year 2007-08, representatives of the both State and Central Drug authorities and Scientists from Indian Veterinary Research Institute (IVRI) at the instance of Government of India have visited the Standardization of Biological Products (SDBP) Unit, Rajendranagar in order to know whether the testing facilities available at the Unit are compatible with the Vaccine produced at Veterinary Biological Research Institute, Hyderabad as per G.M.P. standards. During the visit, they have observed that the conservative estimates prepared for the project are not complying with the provisions of Schedule M under Drugs and Cosmetics Act.1942 and also not conforming to GLP standards. They have suggested certain modifications/ alterations to the conservative estimates so as to comply with the provisions of Schedule M under Drugs and Cosmetics Act.1942 and conform to GLP standards.

4. The Director of Animal Husbandry has further reported that as the Department do not have proper technical know to handle the project, Andhra Pradesh State agro Industries Development Corporation Limited, which has already having required experience in handling the projects of same nature, has been requested to prepare the estimates for Standardization of Biological Products (SDBP) Unit, Rajendranagar. The A.P. Agro Industries Development Corporation after thoroughly analyzing the conservative estimates given to NABARD and after including the suggestions made by the Drug authorities and Government of India officials, has revised the estimated cost of the Project to Rs.273.03 lakhs. In order to complete the project work within the stipulated period conforming to Schedule M of Drugs and Cosmetics Act and GLP standards, the Director of Animal Husbandry has requested to accord revised administrative approval of the project for a total outlay of Rs.2113.24 lakhs and permission to hand over the project work of Standardization of Biological Products (SDBP), Rajendranagar to A.P State Agro industries Development Corporation Limited, Hyderabad to be executed on turnkey basis. He has further reported that the differential amount of Rs.216.39 lakhs on account of revised administrative approval will be met from the funds to be released by Government of India under Assistance to States for Control of Animal Diseases (ASCAD) during 2007-2008 and requested the Government to accord revised administrative approval for Rs.2113.24 lakhs.

5. After examination of the matter, in the reference fifth above, Government have accorded second revised administrative sanction, as detailed below, subject to the condition that the difference of Rs.216.93 lakhs shall be met from the funds released by Government of India under "Assistance to States for Control of Animal Diseases" (ASCAD) and that no funds will be sanctioned either by the Government. The item-wise second revised outlay of the total Project under RIDF-X is as follows:

(Rs. In lakhs)

Sl. No.	ITEM	Revised administrative approval issued in G.O.Ms.No.98	2 nd revised administrative approval issued
1	Veterinary Biological Research Institute(VBRI), Hyderabad	1137.66	1137.66
2	V.B.R.I., Samarlakot	522.59	522.59
3	Standardization Division, Biological Products, Rajendranagar	56.64	273.03
4	Vaccine Testing Unit, Kakinada	67.76	67.76
5	Animal Health centers, Cold Chain facilities	53.68	53.68
6	Divisional Offices (Cold chain) facilities	58.52	58.52
	Total	1896.85	2113.24

6. Now the Director of Animal Husbandry in his letters sixth read above has reported that the main objective of the Project is to modernize two Animal Vaccine Production Units of Veterinary Biological Research Institutes (VBRI) located at Hyderabad and Samarlakot, improving the quality of vaccine testing standards at Standardization of Biological Products (SDBP) unit, Rajendranagar and improving the cold chain facilities at Divisional and Animal Health Centers or Animal Disease Diagnostic Laboratories/ Units (ADDL) in the Districts, to conform GMP and GLP standards. He has further reported that during April, 2008 representatives of both State and Central Drug authorities and Scientists from Indian Veterinary Research Institute (IVRI) at the instance of Government of India have visited the V.B.R.I., Hyderabad to find out whether certain additions / modifications recommended by them during their previous visits have been followed or not in order to comply the provisions of Schedule M under drugs and cosmetics act 1942 and conform to GMP standards. They are satisfied with the progress of work but made some final alterations to the type design. They have informed that with these alterations the project becomes the best Vaccine production unit in the country conforming to GMP standards.

This will be taken as model unit for implementing such type of projects in other States. After taking those additions/modifications into consideration, there is escalation in the estimated cost from Rs.2113.24 lakhs to Rs.2259.28 lakhs. The item wise outlay already revised under RIDF-X and outlay of the total project after further revision will be as follows:

(Rs. in lakhs)				
S. No	ITEM	Revised Outlay under RIDF-X	Outlay after further revision	Difference
1	Veterinary Biological Research Institute (VBRI), Hyderabad.	1137.66	1283.70	146.04
2	VBRI Samarlakot	522.59	522.59	0
3	Standardization Division, Biological Products (SDBP), Rajendranagar	273.03	273.03	0
4	Vaccine Testing Unit (VTU) Kakinada (relocated into the premises of VBRI Samarlakot)	67.76	67.76	0
5	Animal Health Centers Cold. Chain. (C.C) Facilities	53.68	53.68	0
6	Divisional offices (C.C.) Facilities	58.52	58.52	0
TOTAL		2113.24	2259.28	146.04

7. In view of the above and in order to comply with the regulations of Drug Control authorities and recommendations of the Scientists of IVRI, the Director of Animal Husbandry has requested the Government to revise the administrative approval to Rs.2259.28 lakhs from Rs. 2113.24 lakhs immediately to avoid any dislocation of vaccine production as the project is already under modernization. The Director of Animal Husbandry has further informed that the difference amount of Rs.146.04 lakhs required for completion of the project will be met from the funds to be released under Assistance to States for Control of Animal Diseases (ASCAD), a Centrally Sponsored Scheme of Government of India during 2008-09. The item-wise revised outlays of the total Project under RIDF-X are as follows:

(Rs. in lakhs)						
Sl. No.	Item	Admn. Approval Accorded in GO MS No.42 dt. 17.8.2005	First revised Admn. Approval Accorded in GO MS No.98 dt. 5.12..2006	Second revised Admn. Approval Accorded in GO MS No.7 dt. 5.2..2008	Third revised Admn. Approval proposed	Difference amount between 2 nd admn. Approval and 3 rd revised admn. Approval now issued
1.	V.B.R.I., Hyderabad	395.90	1137.66	1137.66	1283.70	146.04
2.	V.B.R.I., Samarlakot	522.59	522.59	522.59	522.59	0
3.	Standardization Division, Biological Products, Rajendranagar.	56.64	56.64	273.03	273.03	0
4.	Vaccine Testing Unit, Kakinada	67.76	67.76	67.76	67.76	0
5.	Animal Health Centers, Cold Chain facilities	53.68	53.68	53.68	53.68	0
6.	Divisional Officer (Cold Chain) facilities	58.52	58.52	58.52	58.52	0
	Total	1155.09	1896.85	2113.24	2259.28	146.04

8. In the circumstances reported by the Director of Animal Husbandry and after careful examination of the matter, Government hereby accord third revised administrative approval for a total amount of Rs.2259.28 lakhs for the project “Modernization of Animal Vaccine Production Units and Disease Diagnostic Laboratories in the State”, subject to the condition that the additional expenditure of Rs.146.04 lakhs shall be met from out of the funds to be released by the Government of India under Assistance to States for Control of Animal Diseases (ASCAD) during 2008-2009 and no funds will be sanctioned for the said purpose either by the Government or by NABARD.

9. The Director of Animal Husbandry is informed that this will be the final revision and no proposal for further revision of estimates will be entertained by the Government.

10. This order issues with the concurrence of the Finance (WA-I) Department vide their U.O.No.4804/305/RIDF/WA.I/2008, dated 7.6.2008

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr. PRIYADARSHI DASH,
Special Chief Secretary to Government.

To
The Director of Animal Husbandry, A.P. Hyderabad
Copy to
The Accountant General, A.P. Hyderabad
The Director of Treasures and Accounts, A.P Hyderabad
The Finance (WA-I) Department
The Pay & Accounts Officer, Hyderabad
The O.S.D. to Minister (AH&DD)
The P.S to Special Chief Secretary to Government
SF/SC

// FORWARDED :: BY ORDER //

SECTION OFFICER